

## Message Text

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PAGE 01 BRASIL 06476 171810Z  
ACTION EB-08

INFO OCT-01 ARA-10 ISO-00 TRSE-00 COME-00 AGR-01  
CEA-01 CIAE-00 DODE-00 FRB-03 H-01 INR-10 INT-05  
L-03 LAB-04 NSAE-00 NSC-05 PA-01 CTME-00 AID-05  
SS-15 STR-07 ITC-01 ICA-11 SP-02 SOE-02 OMB-01  
DOE-15 /112 W

-----128461 171858Z /46

P 171735Z AUG 78  
FM AMEMBASSY BRASILIA  
TO SECSTATE WASHDC PRIORITY 8679  
INFO AMCONSUL RIO DE JANEIRO  
AMCONSUL SAO PAULO

LIMITED OFFICIAL USE BRASILIA 6476

PASS TREASURY

E.O. 11652: N/A  
TAGS: ETRD, EFIN, BR  
SUBJECT: WAIVER OF COUNTERVAILING DUTIES

REF: BRASILIA 6398

1. DURING A MEETING I HAD WITH THE US-BRAZIL BUSINESS COUNCIL, ONE OF THE BRAZILIAN SPOKESMEN (SETUBAL) SAID THAT MINISTER OF FINANCE SIMONSEN APPEARED TO HIM TO ASSUME THAT A BILATERAL AGREEMENT BETWEEN THE TWO GOVERNMENTS WOULD OBVIATE THE NEED FOR CONGRESSIONAL ACTION ON A WAIVER OF COUNTERVAILING DUTIES AFTER DECEMBER 31. I TOLD THEM CONGRESSIONAL ACTION WOULD BE NECESSARY EITHER TO EXTEND THE WAIVER AUTHORITY OR TO ADOPT NEW RULES.

2. WE BELIEVE THE BRAZILIANS MAY HAVE MISUNDERSTOOD MINISTER SIMONSEN, WHOM WE ARE SURE COMPREHENDS THE PROBLEM. HE EVEN REFERRED TO IT IN HIS AGUST 14 LETTER TO SECRETARY BLUMENTHAL  
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(SEE REF.). HOWEVER, I RECOMMEND THAT WASHINGTON LEAVE THE BRAZILIAN EMISSARIES WHO WILL BE THERE NEXT WEEK IN NO DOUBT ON THIS SUBJECT.

3. WE KNOW FROM REMARKS MADE BY FINANCE MINISTRY OFFICIALS THAT THE GOB IS ALSO HOPEFUL THAT, AT LEAST IN REGARD TO TEXTILES, SOME MOVEMENT ON ITS PART TO REDUCE EXPORT

INCENTIVES MIGHT SATISFY TRADE ACT REQUIREMENTS AND THUS  
AVOID THE APPLICATION OF COUNTERVAILING DUTIES.  
SAYRE

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** COUNTERVAILING DUTIES, TRADE AGREEMENTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 17 aug 1978  
**Decaption Date:** 01 jan 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 20 Mar 2014  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978BRASIL06476  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780336-1030  
**Format:** TEL  
**From:** BRASILIA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1978/newtext/t19780850/aaaabpud.tel  
**Line Count:** 65  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** 01017061-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
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**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 78 BRASILIA 6398  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 05 may 2005  
**Review Event:**  
**Review Exemptions:** n/a  
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**Review Release Date:** N/A  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1701939  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** WAIVER OF COUNTERVAILING DUTIES  
**TAGS:** ETRD, EFIN, BR, US  
**To:** STATE  
**Type:** TE  
**vdkgvwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/01017061-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
US Department of State  
EO Systematic Review  
20 Mar 2014  
**Markings:** Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014